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Attorneys for Official Committee of **Unsecured Creditors**

IN THE UNITED STATES BANKRUTPCY COURT FOR THE DISTRICT OF UTAH, CENTRAL DIVISION

Debtors.	Judge Glen E. Clark
INC., DICK SIMON TRUCKING, INC. and SIMON TERMINAL, LLC,	(Chapter 11) (SUBSTANTIVELY CONSOLIDATED)
SIMON TRANSPORTATION SERVICES	02-22907 GEC 02-24874 GEC
In Re:) Bankruptcy Nos. 02-22906 GEC

UNSECURED CREDITORS' COMMITTEE OBJECTION TO PROOF OF CLAIM NO. 845 FILED BY THE UTAH LABOR COMMISSION AND PROOF OF CLAIM NO. 445 FILED BY HANS VANDERMERWE

The Official Committee of Unsecured Creditors (the "Committee"), by and through its counsel, Fabian and Clendenin, hereby objects, pursuant to 11 U.S.C. § 502 and Rules 3003 and 3007 of the Federal Rules of Bankruptcy Procedure, to the Proof of Claim Nos. 845 (filed by the Utah Labor Commission) and 445 (filed by Hans Vandermerwe) in the above case. In support of the objection, the Committee states:

- 1. Debtors, Simon Transportation Services, Inc. and Dick Simon Trucking, Inc. filed their voluntary Chapter 11 petitions on February 25, 2002. Simon Terminal, LLC (Case No. 02-24874) filed a voluntary Chapter 11 petition on March 26, 2002.
- 2. On April 22, 2002, the Court entered an order authorizing the sale of substantially all of the Debtors' assets to Central Refrigerated Service, Inc.
- 3. On March 5, 2002, the Court entered an order fixing August 26, 2002 as the deadline to file proofs of claim.
- 4. On March 12, 2003, the Court entered its *Order Confirming Amended Joint Plan of Liquidation* ("Confirmation Order") in the above jointly administered cases. Pursuant to the Amended Joint Plan of Liquidation the estates of the Debtors were substantially consolidated, and all property of Debtors vested in a consolidated estate (the "Estate") under the exclusive control of the Committee. The Committee was designated as the representative of the Estate pursuant to 11 U.S.C. § 1123(b)(3)(B) and given all necessary authority to administer the Estate, including the authority to object to claims. *See, Second Amended Joint Plan of Liquidation Dated December 27, 2002*, ¶ 6.4.
 - 5. Based upon the foregoing, the Committee objects to the following claims:

Claim No. 845 – Utah Labor Commission (UOSH Citation No. 304416878)

The Utah Labor Commission filed claim no. 845, asserting an unsecured priority claim in the amount of \$49,227.10. The claim refers to an administrative order (UOSH Citation No.

304416878) issued against the Debtor, Dick Simon Trucking on March 27, 2002 relating to the discharge of an employee, Hans Vandermerwe, on August 8, 2001 for allegedly voicing concerns about the safety and health of employees. The citation required the Debtor to pay back wages and reimburse health care benefit costs, including interest, for the period comprising August 9, 2001 through February 28, 2002, and to pay back wages, plus interest from March 1, 2002 to May 16, 2002.

The Committee objects to the claim on the grounds that it is duplicative of claim no. 455 filed by Hans Vandermerwe, and therefore requests that claim no. 845 be disallowed in its entirety. Alternatively, the Committee objects to the claim on the grounds that the amount sought as priority exceeds the statutory maximum of \$4,650.00 permitted pursuant to Section 507(a)(3).

Claim No. 445 – Hans Vandermerwe

Hans Vandermerwe filed claim no. 445 on March 9, 2002, asserting a priority claim for back wages from August 9, 2001 through May 16, 2002 in the amount of \$49,227.10. The claim relates to the same citation issued by the Utah Labor Commission as noted in the Committee's objection to claim no. 845 above.

The Committee objects to the priority status of the claim to the extent it exceeds the statutory maximum of \$4,650.00, and accrued within ninety (90) days prior to the petition date pursuant to section 507(a)(3). The Committee submits that the priority status should be limited to \$4,650.00 and the balance of the claim (\$44,577.10) be allowed as a general unsecured claim.

- disallowing claim no. 845 filed by the Utah Labor Commission in its entirety;
- 2. allowing claim no. 445 as a priority claim pursuant to 11 U.S.C. § 507(a)(3) in the amount of \$4,650.00, and as a general unsecured claim in the amount of \$44,557.10; and
- 3. for such other and further relief as the Court deems appropriate.

DATED this <u>/8</u> day of September, 2003.

Peter W. Billings

Gary E. Jubber

FABIAN & CLENDENIN
A Professional Corporation

CERTIFICATE OF SERVICE

The undersigned hereby certifies that a true and correct copy of the foregoing was mailed, postage fully prepaid, this 191 day of September, 2003.

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